

PAYWARD CANADA INC.

CRYPTO ASSET STATEMENT

Energy Web Token

Energy Web Token (EWT)

Last updated on August 12, 2025

Disclaimer

Payward Canada Inc. (Kraken) is registered under Canadian securities laws as a restricted dealer and is offering Crypto Contracts on crypto assets in reliance on a prospectus exemption contained in the exemptive relief decision [Re Payward Canada Inc.](#) dated 04/01/2025 (the Decision). The statutory rights in section 130.1 of the Securities Act (Ontario), and, if applicable, similar statutory rights under the securities legislation of each other province and territory in Canada, do not apply in respect of the Crypto Asset Statement to the extent a Crypto Contract is distributed under the prospectus relief in the Decision.

No securities regulatory authority has expressed an opinion about the Crypto Contracts or any Crypto Assets (as defined in the Risk Statement) made available on the Kraken platform, including an opinion that Energy Web Token (EWT) is not itself a security and/or derivative. Changes to applicable law may adversely affect the use, transfer, exchange, or value of any of your crypto assets, and such changes may be sudden and without notice.

Please note that this Crypto Asset Statement may not be exhaustive of all risks associated with trading Energy Web Token (EWT). Please review the [Risk Statement](#) and [Fee Schedule](#) for additional discussion of general risks and transaction fees associated with the Crypto Contracts and Crypto Assets made available through the Canadian Platform. These materials are for general information purposes only and are not investment advice or a recommendation or solicitation to buy, sell or hold any crypto asset or to engage in any specific trading strategy. The information contained in this Crypto Asset Statement is based on publicly available information provided by third parties.

What is Energy Web Token and how does it work?

Energy Web Token (EWT) is the native utility token of the Energy Web Chain (EWC), a public, open-source blockchain designed for enterprises in the energy sector. EWC forms the trust layer of the three-tier Energy Web Decentralized Operating System (EW-DOS), which also includes a middleware and application layer. The network uses a Proof-of-Authority (PoA) consensus in which a limited set of KYC-verified validators—typically utilities, grid operators, and technology vendors—confirm transactions and create new blocks.

EWT serves several roles within this architecture. It is used to pay gas fees for on-chain transactions, to compensate validators through block rewards and transaction fees, and as collateral in forthcoming staking mechanisms that will secure Energy Web X, a parachain that extends EWC functionality. Because EW-DOS is fully compatible with the Ethereum Virtual Machine, EWT can also be bridged to other chains

and employed in cross-chain applications that facilitate renewable-energy traceability, demand-response, and carbon-attribute markets.

Who is behind the project?

Ewal Esse serves as Chief Executive Officer, and Raffaella Piraino serves as Chief Financial Officer.

Tokenomics of EWT

Energy Web targets a maximum supply of 100 million EWT released over time. Percentages refer to the total or max supply as of August 12 2025.

Category	Percentage
EWF Community Fund	37.9 %
Affiliates	21.2 %
EWF Operating Fund	10.9 %
EWF Endowment	10 %
Validator Block Rewards	10 %
Founder Tokens	10 %

General Risks

Like all other digital assets, there are some general risks to investing in Energy Web Token. These include short history risk, volatility, and liquidity risk, demand risk, forking risk, code defects, cryptography risk, regulatory risk, concentration risk, electronic trading risk and cyber security risk. For more information on general risks associated with smart contracts and digital assets, see [Kraken's Risk Statement](#).

Risks specific to EWT

Competition

EWT competes with other energy-focused ledgers—including Power Ledger (POWR), Grid+ (GRID), and IOTA—as well as general-purpose smart-contract networks that may win enterprise energy projects. If rival platforms gain greater market share, demand for EWT could fall, adversely affecting its price.

Adoption by Protocols & Users

EWT's value derives from protocols built on the Energy Web network. If the Energy Web network fails to attract sufficient adoption, this could negatively impact the value of EWT.

Developer Dependence

While there are many developers who contribute to the Energy Web network, there are no guarantees that they will continue to contribute. EWT, the network's native asset, could be negatively affected by an inability to retain and/or attract developers to keep up with market needs and improve its tool-set when necessary.

Due Diligence

Prior to listing on the Kraken platform, Kraken performed due diligence on Energy Web Token and determined that Energy Web Token is unlikely to be a security or derivative under Canadian securities legislation. Our analysis generally includes, but is not limited to, reviewing publicly available information on the following:

- The creation, governance, usage and design of EWT, including the source code, security and roadmap for growth in the developer community and, if available, the background of the developer(s) that created EWT;
- The supply, demand, maturity, utility and liquidity of EWT;
- Material technical risks associated with EWT, including any code defects, security breaches and other threats concerning EWT and its supporting blockchain (such as the susceptibility to hacking and impact of forking), or the practices and protocols that apply to them; and
- Legal and regulatory risks associated with EWT, including (i) any pending, potential, or prior civil, regulatory, criminal, or enforcement action relating to the issuance, distribution, or use of EWT, and (ii) consideration of statements made by any regulators or securities regulatory authorities in Canada, other regulators of the International Organization of Securities Commissions, or the regulator with the most significant connection to EWT about whether EWT, or generally about whether the type of crypto asset, is a security and/or derivative.